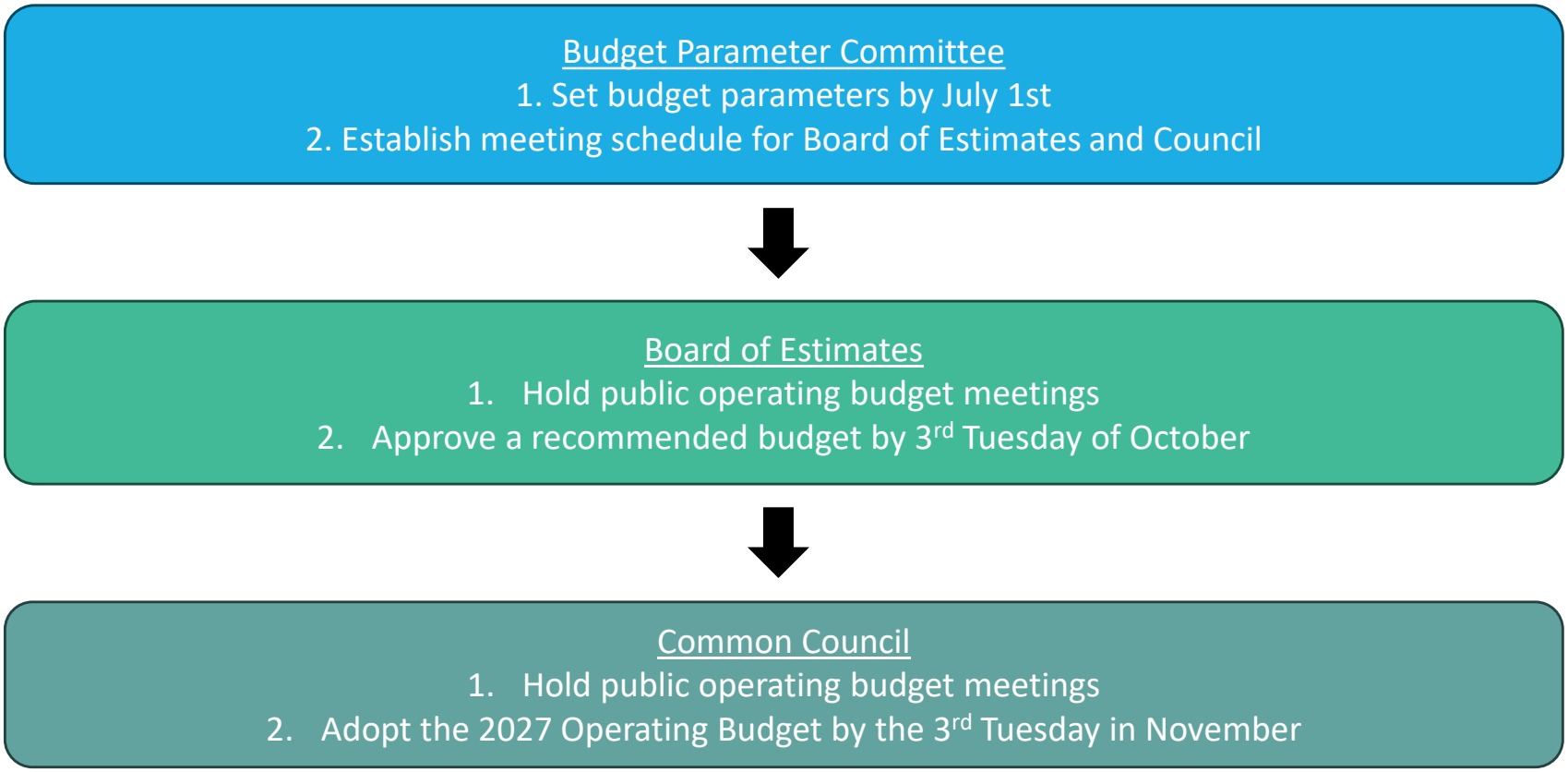
Budget Parameter Committee Meeting
June 30, 2026
4:00 PM

2027 Operating Budget Process



Budget Constraints

- Levy Limits
  - Revenue growth constraint
  - Exceptions to limit would be debt levy limit exception and referendums

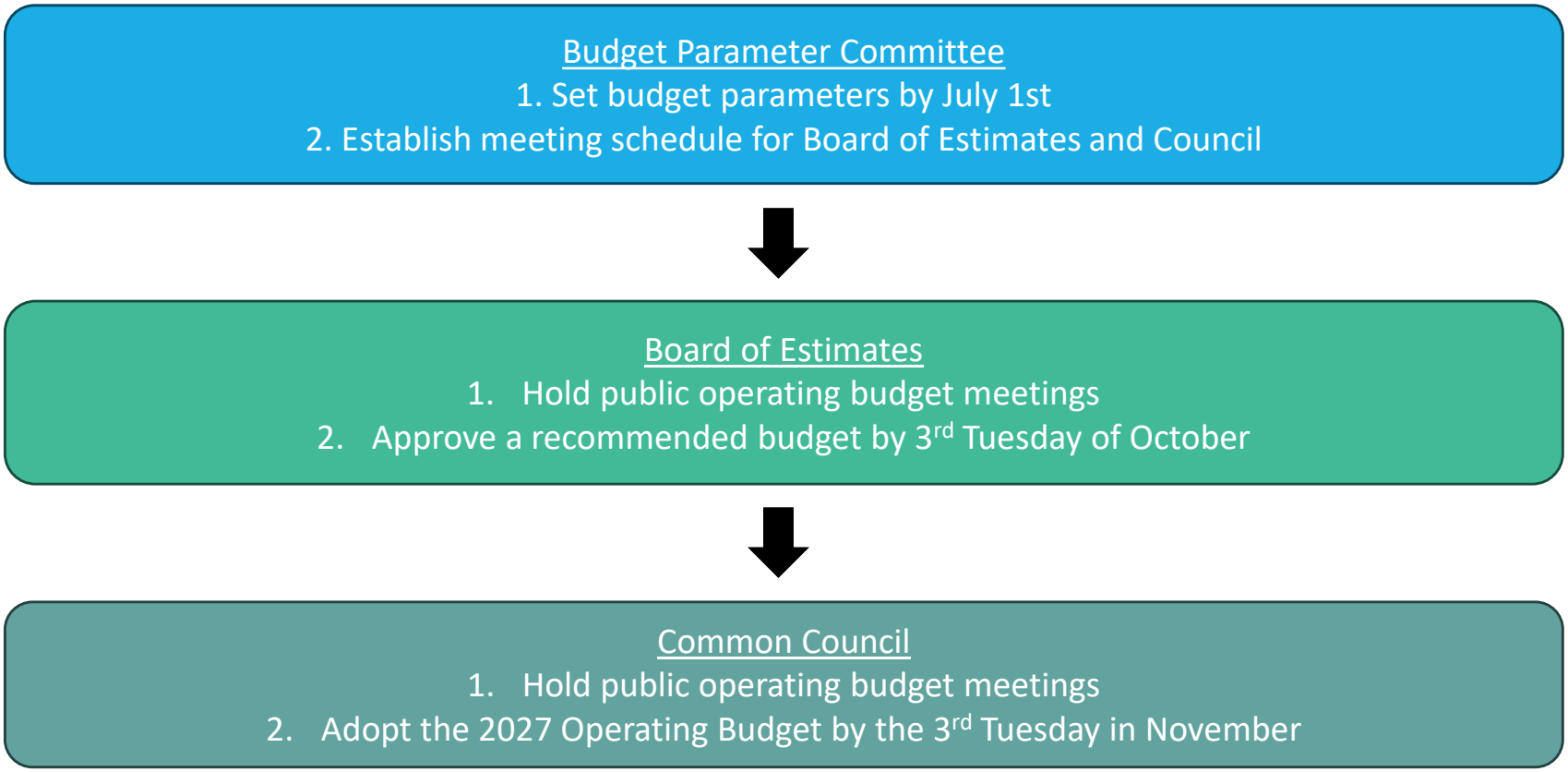
- Expenditure Restraint Program
  - Expense growth constraint
  - Allows operating expense growth by inflation factor
  - Participation in program is tied to a $1.1-$1.2M state aid payment

- Maintenance of Effort
  - Requirement of municipalities to maintain current spending and service levels for public safety
  - 15 % Penalty on shared revenue payment for noncompliance (based on 2026 numbers = $1.72M)

Budget Parameter Committee Budget Estimates

Expenses	
2026 Operating Budget Expenses	74,079,828
Estimated Expense Increases	8,256,069
Estimated 2027 Expense Budget	**82,335,897**
Revenues	
2026 Operating Budget Revenues	31,388,516
Estimated Revenue Adjustments	(363,381)
Estimated 2027 Revenue Budget	**31,025,135**
2026 Tax Levy	42,691,312
Estimated Tax Levy Increase	8,619,450
Estimated 2027 Tax Levy	**51,310,762**

Expenditure Restraint Program

Estimated Expenditure Restraint Program	
2026 Operating Expenses	65,479,828
Estimated Allowable ERP % Increase	3.50%
Estimated ERP Allowable Increase	**2,291,794**
2027 Estimated Operating Expenses	73,485,897
Amount over allowable increase	**5,714,275**

2027 Operating Budget Process